LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JULY 10**, **2007**, upon the application of **CHESAPEAKE OPERATING**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone**, **Reservoir A** and **Cotton Valley Zone**, **Reservoir A**, in the Johnson Branch Field, Caddo Parish, Louisiana.

- 1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
- 2. To force pool and unitize all separately owned tracts, mineral leases and other property interests within the proposed HA RA SUA, with allocation of production from the unit well to the tracts within such unit to be on the basis of surface acreage.
- 3. To designate the Chesapeake Operating, Inc. SRLT 29 No. 1 Well, at the location shown on the plat submitted with the application as the unit well for the proposed HA RA SUA and to designate Chesapeake Operating, Inc. as the operator of said unit.
- 4. To redefine the Cotton Valley Zone, Reservoir A INSOFAR AND ONLY INSOFAR AS TO CV RA SUN, as shown on the plat submitted with the application, as that gas and condensate bearing interval between the depths of 8,535' and 10,910' (electric log measurements) in the Cheaspeake Operating, Inc. SRLT 29 No. 1 Well located in Section 29, Township 16 North, Range 15 West, Caddo Parish, Louisiana.
- 5. Except to the extent contrary herewith, to confirm and continue CV RA SUN in full force and effect.
- 6. To permit the Applicant to drill, designate and utilize its SRLT 29 No. 2 Well as an alternate unit well for HA RA SUA and CV RA SUN, at the location shown on the plats submitted with the application.
- 7. To provide that future wells drilled to the Haynesville Zone, Reservoir A, should be located in accordance with Statewide Order No. 29-E.
 - 8. To extend the provisions of Office of Conservation Order No. 994-1, effective September 27, 2006, to include the Haynesville Formation, Reservoir A and HA RA SUA.
 - 9. To consider such other matters as may be pertinent.

The Cotton Valley Zone, Reservoir A, was renamed and redefined in Office of Conservation Order No. 994-A-1, effective September 27, 2006, and shall be further redefined as set forth above.

The Haynesville Zone, Reservoir A, is hereby defined as that gas and condensate bearing interval encountered between the depths of 10,910' and 11,487' (electric log measurements), in the Chesapeake Operating, Inc. - SRLT 29 No. 1 Well located in Section 29, Township 16 North, Range 15 West, Caddo Parish, Louisiana.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

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www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 6/1/07;6/6/07 S mam

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.